



April 11th, 2022

Explanation of FCFC's Consolidated Operating Revenue in March 2022

I. Comparison of consolidated operating revenue in March and in February 2022 :

NTD in Thousands

Mar., 2022	Feb, 2022	Amount Difference	Growth Rate%
36,365,994	28,718,758	7,647,236	26.6

1. Consolidated operating revenue in March was 36.37 billion, 7.65 billion more than it in February with a growth rate of 26.6%. Among the difference, sales amount accounted for 4.96 billion of the increase and the price raise supported the rest 2.69.
2. Aspect of sales volume
 - i. FCFC : +2.6 billion
Improvement of PX's processing charges and the raffinate sales contributed 1.82 billion to the monthly revenue. Sales from plant SM and PP increased by 0.95 billion in March because of the Feb. overhaul. Sales of ABS, PS, PIA and Nylon chips increased 0.5 billion because of more working days in Mar.. Yet, phenol decreased by 0.92 billion as a result of the scheduled overhaul.
 - ii. FCNB : +1.25 billion ; FIC in Vietnam : +0.31 billion : FIPC : +0.27 billion
Affected by CNY holidays and the stock reconciliation in Feb., production and sales resumed to its standard performance in March.
 - iii. FTC
Orders for filament fabric returned, increasing by 0.35 billion. Oil and the cord fabric also had an extra of 0.23 billion as a result or more working days.
3. Aspect of selling price
Affected by the Russian Invasion and the worldwide economic sanctions, supply of crude oil was limited. Also the congestion pushed up the quotations of raw material and crude oil once more, making the price of petrochemical and plastic products even higher.

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II. Comparison of consolidated operating revenue of March in 2022 and in 2021 :

NTD in Thousands

Mar., 2022	Mar., 2021	Amount Difference	Growth Rate%
36,365,994	32,179,323	4,186,671	13.0

1. Consolidated operating revenue in March 2022 was 36.37 billion, 4.19 more than last March with a growth rate of 13%. Among the difference, the sales amount accounted for 0.2 billion of the increase and the selling price supported the rest 3.99.
2. Aspect of sales volume
 - i. FCFC : -0.58 billion
Stock reconciliation of PX, BZ and PIA and the raffinate sales together suffered a decrease of 1.07 billion. Plant phenol was under its overhaul in Mar., affecting 0.69 billion. On the other hand, SM and PP resumed to its regular standard from last year's overhaul, contributing 0.81 billion. Also, owing to the reconciliation, PS, ABS and PTA increased by 0.4 billion on a YOY basis.
 - ii. FCNB : +1.34 billion
New production line of PIA brought another 1.28 billion to the monthly revenue.
 - iii. FTC : -0.35 billion
Sales of cord fabrics decreased owing to the shortage of automobile chips and the inflation.
 - iv. FIC in Vietnam : -0.15 billion
Sales of spinning products decreased by 0.19 billion as a result of the rising cost which made the clients more conservative.
 - v. FICC : -0.1 billion
Affected by the shipment delay, sales decreased on a YOY basis.
3. Aspect of selling price
Because of the Russia invasion and the economy recovery, oil quotation along with the petrochemical and spinning products greatly rose than last year. Demand for acetone eased down because of less epidemic prevention needs. Also, quotations of ABS, PP, PC and other plastics product were all lower on a YOY basis, resulting from the market supply and clients' conservative attitude.



April 11th, 2022

Declare of FCFC's Consolidated Profit and Loss in the 1st Quarter of 2022

I. Comparison of consolidated profit and loss in the 1st quarter of 2022 and the 4th of 2021 :

NTD in Thousands

Item/Quarter	1 st Quarter, 2022	4 th Quarter, 2021	Difference	Growth Rate%
Consolidated Operating Revenue	95,399,038	94,656,252	742,786	0.8
Consolidated Profit	4,266,104	3,279,446	986,658	30.1
Profit Before Income Tax	8,166,288	5,212,983	2,953,305	56.7
Profit After Income Tax				
Net Income (with Non-Controlling Interest)	6,973,369	4,430,700	2,542,669	57.4
Net Income (Owner of the Parent)	6,063,286	3,564,543	2,498,743	70.1
Profit Attributable to Common Shareholders of the Parent	1.04	0.61	0.43	70.5

1. Operating revenue increased 0.74 billion in the 1st quarter with a growth rate of 0.8%. Among the increase, price increase accounted for 3.48 billion while the sales volume affected 2.74 billion instead.

2. Aspect of sales volume

i. FCFC : -5.4 billion

Low utilization and less raffinate sales together affected 2.47 billion. Scheduled overhauls for phenol, PP and SM also cut down the revenue by 2.26 billion. In reconciled with the stock, sales of PIA and OX decreased by 0.92 billion.

ii. FCNB : +1.42 billion

MX and PIA resumed from the dual control this quarter, increasing 1.51 billion. After the completion of the debottlenecking, phenol continued to optimize its production condition, contributing 0.43 billion. However, PTA and ABS were both affected by CNY holidays and the shipment delay, decreasing by 0.56 billion.

iii. Other subsidiaries :

FICC emptied its stock so that the revenue increased by 0.41 billion. Besides, market demand for FIPC's products went strong, bringing an increase of 0.35 billion. In FTC, orders returns to filament fabric contributing an extra 0.78 billion. On the other hand, cord fabric was affected by CNY and the market, decreasing by 0.41 billion.

3. Aspect of Selling Price

With the constraints of increasing supply and limited demands, quotations of ABS, PC and HAC went weak. Yet, prices of other petrochemical and spinning products increased owing to the rising production costs

4. Consolidated profit before income tax in the 1st quarter of 2022 was 8.17 billion, increasing by 2.95 billion with a growth rate of 56.7% compared with the last quarter. Reasons are as follows :

a. Operating margin increased 0.99 billion :

Affected by the Russian Invasion, quotations of crude oil and petrochemical products were both pushed up. Also, improvement of processing charges brought up the quarterly revenue.

b. Consolidated non-operating profit increased by 1.96 billion

i. Investment profit of Equity Method increased by 0.98 billion. Among it, FPCC and MLPC accounted for 1.13 and 0.16 billion respectively.

ii. Profit of exchange increased by 0.95 billion.

(0.97 billion/1Q2022; 0.2 billion/ 4Q2021)

5. Net profit after income tax attributed to owners of the parent in the 1st quarter was 6 billion 63 million 290 thousand. Profit Attributable to Common Shareholders of the Parent was NTD 1.04, NTD 0.43 more than last quarter with a growth rate of 70.5%.

II. Comparison of consolidated profit and loss in the first quarter of 2022 and in 2021 :

NTD in Thousands

Item/Quarter	1Q2022	1Q2021	Difference	Growth Rate%
Consolidated Operating Revenue	95,399,038	84,154,251	11,244,787	13.4
Consolidated Profit	4,266,104	12,580,581	-8,314,477	-66.1
Profit Before Income Tax	8,166,288	16,755,067	-8,588,779	-51.3
Profit After Income Tax				
Net Income (with Non-Controlling Interest)	6,973,369	14,068,077	-7,094,708	-50.4
Net Income (Owner of the Parent)	6,063,286	12,872,934	-6,809,648	-52.9
Profit Attributable to Common Shareholders of the Parent	1.04	2.20	-1.16	-52.7

1. Operating revenue increased by 13.4% in 1Q22 compared with 1Q21. Among the increase, the price raise supported 12.41 billion while the sales amount affected 1.16 billion instead.

2. Aspect of sales volume

i. FCFC : -3.15 billion

Low utilization and less raffinate sales together affected 2.77 billion. Reconciliation of PIA, OX and BZ lowerd down the demand from downstream by 1.21 billion. Scheduled overhauls for phenol and PP also cut down the revenue by 0.78 billion.

Other than the above, SM increased its export by lowering down its supply to FCNB, contributing 1.23 billion. Also, PTA increased its export by 0.43 billion.

ii. FCNB : +2.44 billion

New production line of PIA and optimized condition of phenol together brought another 2.66 billion to the quarterly revenue. However, PTA was affected by shipment delay, decreasing by 0.22 billion.

iii. Other subsidiaries :

In FIC Vietnam. poly products and cotton silk decreased by 0.4 billion due to the rising costs. As for FTC, cord fabric were affected by 0.65 billion owing to the shortage of automobile chips. Other than that,

filament increased by 0.4 billion thanks to the recovery of ready-to-wear industry.

3. Aspect of Selling Price

Except for acetone and ABS, prices of crude oil, raw material and FCFC's main products were pushed high because of the recovery, inflation and the Russian Invasion.

4. Consolidated profit before income tax in the 1Q22 was 8.17 billion, decreasing by 8.59 billion on a YOY basis.

a. Operating margin decreased 8.31 billion

Although the prices of crude oil and raw materials keeps rising, product quotations were limited as a result of competitors new productivity. Also, inflation became even worse due to the Russian Invasion, making the market more conservative.

b. Non-operating net income decreased by 0.28 billion

i. Investment profit of Equity Method decreased by 1.46 billion. FPCC and MLPC accounted for 1.09 and 0.31 billion respectively.

ii. Profit of exchange increased by 1.12 billion.

(0.97 billion/1Q22 ; -0.15 billion/1Q21)

5. Net profit after income tax attributable to owners of the parent in the first quarter was 6 billion 63 million 290 thousand. Profit attributed to common shareholders of the parent was NTD 1.04, NTD 1.16 less than the first quarter of 2021.

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